GOVERNMENT OF INDIA
MICRO,SMALL AND MEDIUM ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:3615
ANSWERED ON:08.08.2016
Subsidised Loans to MSMSEs
Girri Shri Maheish

Will the Minister of MICRO,SMALL AND MEDIUM ENTERPRISES be pleased to state:

(a) the details of the total subsidised loans sanctioned and released under the Scheme for Credit Linked Capital Subsidy for technology upgradation of Micro, Small and Medium Enterprises (MSMEs) in the country, State/UT-wise;

(b) whether the Ministry has carried out a cost and benefit analysis on account of subsidy disbursement and if so, the details thereof and if not, the reasons therefor; and

(c) the measures taken by the Government to promote this scheme in the country?

Answer

MINISTER OF STATE IN THE MINISTRY OF
MICRO, SMALL AND MEDIUM ENTERPRISES
(SHRI HARIBHAI PARATHIBHAI CHAUDHARY)

(a): This Ministry is implementing Credit Linked Capital Subsidy Scheme (CLCSS) for Micro and Small Enterprises (MSEs). The details of the total subsidised term loan sanctioned and subsidy released under CLCSS in the country, State/UT-wise, is annexed.

(b): No specific cost and benefit analysis on account of subsidy disbursement under CLCSS is carried out by the Ministry. However, an Evaluation Study on CLCSS has been carried out by an independent agency in February, 2014. As per the above study, the units are getting benefitted in the form of increase in productivity, reduction in cost of production, reduction in rejection, better quality of products, automation in process, increase in profitability due to higher sales realisation and increase in export after availing the subsidy.

(c): In order to ensure greater publicity of the scheme, Awareness-cum-sensitisation programmes are organised throughout the country in collaboration with all the stakeholders of the scheme. During the financial year 2015-16, 17 such programmes were organised in Odisha, Bihar, Assam, Tripura, Sikkim, Manipur, West Bengal, Jharkhand, Himachal Pradesh, Uttarakhand and Jammu & Kashmir. Besides the above, the publicity is also done through the Laghu Udyog Samachar, a monthly journal published by the office of the Development Commissioner (MSME).